June 7, 2000

TO: RTO LEGAL WORK GROUP C (PUBLIC POWER PARTICIPATION,

TCA, EXISTING CONTRACTS)

FROM: MARCUS WOOD

RE: Completion of Our Initial Work Products

1. During the June 5 RTO legal work group teleconference, our subgroup undertook to complete and to distribute to the RTO Legal work group (i) initial cosmetic changes to the Transmission Control/Operating Agreement ("TCA") and (ii) a listing of areas in which substantive change would/might be needed to the TCA. This work product is to be provided by our subgroup to the entire RTO legal work group by June 26 and will be on the agenda for an RTO legal work group meeting tentatively scheduled for June 27.

- 2. To meet the above schedule, the following interim deadlines were agreed to in the teleconference.
- A. By June 14, Shelly Richardson will have completed a review of materials previously prepared concerning issues related to public power and cooperative participation in the RTO, will have conferred with other participants interested in this issues and will have identified for me (i) any further work that needs to be done in this area and (ii) whether or not the current form of TCA adequately addresses the public power and cooperative participation issues.
- B. By June 20, I will have e-mailed to each member of the subgroup for review and comment a draft work product addressing the issues in item 1.
- C. By June 22, each subgroup member shall have reviewed the June 20 draft and will have e-mailed to me comments and any revisions that should be made to the draft work product.
- D. A 2-hour teleconference is tentatively scheduled for 1:00 p.m. Friday, June 23, to address any unresolved matters arising from the draft work product and the comments and revisions submitted. I will provide a teleconference number. If there are no comments or proposed revisions to the draft work product, the teleconference may be cancelled.
- 3. Because of the short time period available for the completion of RTO tasks, it is imperative that all TCA issues currently identifiable be identified at this time. I greatly would appreciate receiving your initial comments during the next week if possible, so that they can be addressed in the draft work product. The current form of TCA is located on the Idaho Power Company web site, which can be hot-key accessed from the NWRTO web site. If comments are made early, I will be able to call to obtain from you clarification as to matters I may not understand, or to point out provisions in other IndeGO documents that may or may not address the issues raised. The result will be a better work product that all subgroup members are comfortable with.

4. I anticipate that shortly after the June 27 RTO legal work group meeting, our subgroup will need to take up the task of addressing the treatment of existing transmission arrangements among potential RTO participating transmission owners. Therefore, I urge representatives of each such owner (i) to identify who (in addition to yourself) will be addressing the existing transmission arrangements and (ii) if possible prior to June 27 prepare a listing of all of your existing transmission contracts.